COOK, YANCEY, KING & GALLOWAY

A Professional Law Corporation 333 Texas Street, Suite 1700 Post Office Box 22260 Shreveport, Louisiana 71120-2260 www.cykg.com

J. William Fleming

Writer's Direct (318) 227-7724 fleming@cykg.com May 30, 2002

TELEPHONE (318) 221-6277 TELECOPIER (318) 227-7850

When calling relative to this matter, refer to file No. 1075.

Honorable Felix J. Boudreaux Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, Louisiana 70804-9275

Re: Cotton Valley Formation,
Reservoir A
Hico-Knowles Field
Lincoln Parish, Louisiana

APPLICATION FOR PUBLIC HEARING

Dear Sir:

KCS Resources, Inc. hereby makes application pursuant to the revised rules of procedure for a public hearing to consider evidence relating to the following matters pertaining to the Cotton Valley Formation, Reservoir A, in the Hico-Knowles Field, Lincoln Parish, Louisiana:

- To authorize KCS Resources, Inc. to drill, designate, and utilize the KCS Resources, Inc - LeGuin No. 1 Well as an alternate unit well on CV RA SUA at the location shown on the plat which is attached hereto and made a part hereof;
- 2. To authorize Owl Creek Production Co., Inc. as operator of the Owl Creek Production Co., Inc. LeGuin No. 1 Well, the unit well located on CV RA SUA, and KCS Resources, Inc. as operator of the KCS Resources, Inc LeGuin No. 1 Well, the proposed alternate unit well to be located on CV RA SUA, to separately report production from such wells to the Office of Conservation;
- 3. To authorize the unit allowable for CV RA SUA to be produced from the existing unit well, the proposed alternate unit well, or any combination thereof, at the discretion of the operators; and

COOK, YANCEY, KING & GALLOWAY

Office of Conservation May 30, 2002 Page 2

4. To consider and cover such other matters as Commissioner of Conservation may deem appropriate and necessary under the circumstances.

The Cotton Valley Formation, Reservoir A, in the Hico-Knowles Field, Lincoln Parish, Louisiana, was defined in Office of Conservation Order No. 137-X-1, effective on and after December 12, 1978.

Any pertinent data relating to this matter can be obtained at the cost of the requesting party from Mr. John Walsh, KCS Resources, Inc., 400 Travis Street, Suite 1309, Shreveport, Louisiana 71101, telephone number (318) 425-4789.

The attached list includes the names of all Interested Owners, Represented Parties and Interested Parties known to Applicant after a diligent search and a copy of this application, with plat attached, is being sent to each such party. Pursuant to Office of Conservation regulations, such list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation; however, the list of parties will be provided to any person requesting a copy of it. The application fee is enclosed.

Yours very truly,

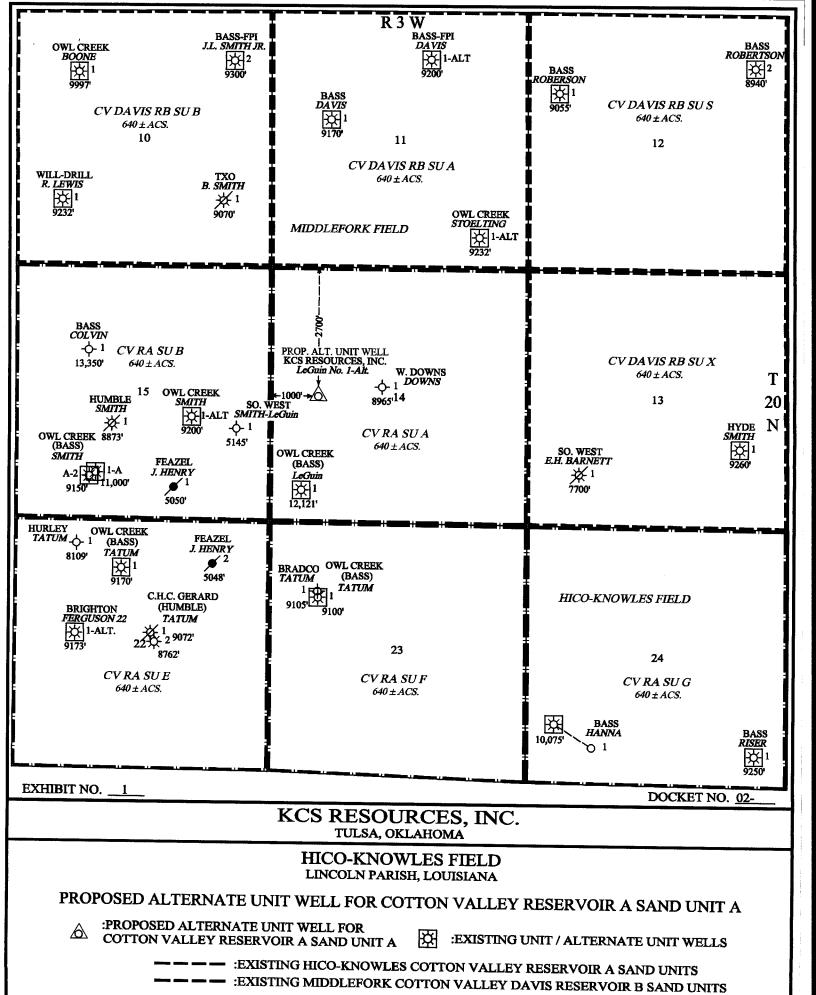
COOK, YANCEY, KING & GALLOWAY

William Fleming

JWF:s

Enclosures

cc: Mr. James C. Broussard, District Manager Interested Owners, Represented Parties and Interested Parties



GRAPHIC SCALE